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Under the provisions of Section 413.031 of the Texas Workers' Compensation Act, Title 5, Subtitle A of the Texas Labor Code, effective June 17, 2001 and Commission Rule 133.305, titled Medical Dispute Resolution-General, and 133.307, titled Medical Dispute Resolution of a Medical Fee Dispute, a review was conducted by the Division regarding a medical fee dispute between the requestor and the respondent named above. This dispute was received on 11/19/02.

This <u>AMENDED</u> FINDINGS AND DECISION supercedes all previous decisions rendered in this Medical Payment dispute involving the above requestor and respondent.

The Medical Review Division's Findings and Decision of September 21, 2003, was issued in error and subsequently withdrawn by the Medical Review Division. The Original Findings and Decision, Appeal Letter and Withdrawal Notice are reflected in Exhibit 1 OF THE commission case file.

The Medical Review Division rendered a Findings and Decision involving a Medical payment dispute. An Order was issued in favor of the Requestor

The Findings and Decision incorrectly ordered the difference of 100% paid/billed, resulting in the issuance of this Notice of Withdrawal.

## I. DISPUTE

Whether there should be additional reimbursement for Ambulatory Surgery Center care for the date of service 01/29/02.

## II. RATIONALE

The Respondent denied additional reimbursement as "N-Not appropriately documented/Texas required bill identification." Based on Texas Labor Code § 408.027, the Carrier is required to be specific and sufficiently explain the reasons for reduction or denial of payment for health care services provided to the employee. "F-Fee Guidelines/Multiple procedures allowance."

The medical documentation indicates the services were performed at an ambulatory surgery center. Commission Rule 134.401 (a)(4) states ASCs, "shall be reimbursed at a fair and reasonable rate..."

The respondent asserts in their position statement that they have paid a fair and reasonable reimbursement based on inpatient hospital stay and Medicare based payments. However, other than references to SOAH Decisions evidence of other payment samples including Medicare was not provided to support fair and reasonable payment per §413.011. Documentation submitted by Kemper does not support that the charges are for similar treatment in the same geographical area to an injured individual of an equivalent standard of living.

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The requestor billed \$4,122.22 for the Ambulatory Surgical Center care; the respondent reimbursed \$1,201.20 leaving a balance of \$2,921.02. Rule 133.307(g)(3)(D) requires the requestor to discuss, demonstrate, and justify that the payment amount being sought is fair and reasonable.

The requestor submitted redacted EOBs that indicate that they have accepted reimbursements for similar treatment in the same geographical area to an injured individual of an equivalent standard of living, at 100% of their billed charges. However, requestor's position indicates the average workers' comp reimbursement is 84%. This is the typical, most dominant payment received and the lesser of what is acceptable as fair and reasonable to the Requestor. On this basis reimbursement is recommended at 84% of billed charges less the amount paid. (\$4,122.22 x 84% = \$3,462.66 - \$1,201.20 already paid = \$2,261.46 for additional reimbursement).

## III. AMENDED DECISION & ORDER

Based upon the review of the disputed healthcare services within this request, the Division has determined that the requestor **is** entitled to additional reimbursement for Ambulatory Surgical Care in the amount of **\$2,261.46**. Pursuant to Sections 402.042, 413.016, 413.031, and 413.019 the Division hereby ORDERS the Respondent to remit **\$2,261.46** plus all accrued interest due at the time of payment to the Requestor within 20 days receipt of this Order.

The above Amended Findings & Decision is hereby issued this 15th day of October 2003.

Michael Bucklin Medical Dispute Resolution Officer Medical Review Division

Roy Lewis, Supervisor Medical Dispute Resolution

Medical Review Division

MB/mb RL/mb